August 31, 2006

Via Hand Delivery

The Honorable Sue L. Robinson United States District Court 844 King Street Lock Box 31 Wilmington, DE 19801

RE: Lancaster Composites, Inc. v. Hardcore Composites Operations, LLC. C.A. No.: 04-1414 SLR

Dear Judge Robinson

Pursuant to mediation with Judge Thynge on August 30, 2006, a tentative settlement has been reached in this case. Documents are to be drafted and executed by the end of the day on Friday, September 8, 2006.

Due to the pending settlement of this case, I will not be filling a Response to the Plaintifs Motion for Summary Judgment on September 6th, but will instead focus on execution of the settlement documents. Plaintifs council has agreed to do the same. If for any reason the settlement is not executed, I will notify the Court immediately and file the appropriate responses.

I am available should the Court have any questions.

Thank You,

Scott Hemphill 517 Riblett Lane Wilmington, De 19808 302-893-2286

hemphill63@aol.com

cc: George Warner, Esq. (via e-mail)

DISTRICT OF DELAWARE 2006 AUG 31 PM 1:27